

# EXHIBIT C

LAW OFFICES LOPEZ & ASSOCIATES  
ANTHONY R. LOPEZ, CASBN 149653  
9025 Wilshire Blvd., Suite 500  
Beverly Hills, California 90211  
Telephone: (310)276-4700  
Facsimile:(310)861-0509  
alopez@musicatty.com

UNITED STATES DISTRICT COURT  
EASTERN DISCTRICT OF CALIFORNIA

YELLOWCAKE, INC., A  
CALIFORNIA CORPORATION,

PLAINTIFF,

v.

HYPHY MUSIC, INC.,

DEFENDANT.

**CASE NO.: 1:20-CV-00988-DAD-BAM**

**COUNTERCLAIM**

HYPHY MUSIC, INC.,

COUNTERLAIMANT

v.

YELLOWCAKE, INC.; COLONIZE  
MEDIA, INC.; JOSE DAVID  
HERNANDEZ; JESUS CHAVEZ  
SR.

COUNTERDEFFENDANTS

**COUNTERCLAIM**

Counterclaimant Hyphy Music, Inc. (“Hyphy Music” or “Counterclaimant”), by and through their undersigned attorneys, allege as follows:

### **NATURE OF THE ACTION**

1. Counterclaimant bring this action seeking to put an immediate stop to, and to obtain redress for, Counterdefendants' ongoing and willful infringement of Counterclaimants' copyrighted recordings and album cover art.

### **THE PARTIES**

2. Counterclaimant Hyphy Music, Inc. is a California Corporation with its headquarters in the County of Fresno that does business in the Eastern District of California.

3. Counterdefendant Yellowcake, Inc. (hereinafter “Yellowcake”) is a California corporation with its headquarters in the County of Stanislaus that does business in the Eastern District of California.

4. Counterdefendant Colonize Media, Inc. (hereinafter “Colonize”) is a California corporation with its headquarters in the County of Stanislaus that does business in the Eastern District of California.

5. Counterdefendant Jose David Hernandez (hereinafter “Hernandez”) is an individual and principal of Yellowcake and Colonize, who is informed and believes resides in the County of Fresno and does business in the Eastern District of California.

6. Counterdefendant Jesus Chavez Sr. (hereinafter “Chavez”) is an individual who resides in the County of Fresno and does business in the Eastern District of California.

7. Counterclaimant does not know the true names nor capacities of Counterdefendants sued as ROES 1 through 10, inclusive, and therefore sues those Counterdefendants by such fictitious names. When Counterclaimant ascertain the

1 true names and capacities of those Counterdefendants, Counterclaimant will seek  
2 leave of court to amend this Counterclaim. Counterclaimant is informed and  
3  
4 believes and thereon allege that Counterdefendants sued as ROES 1 through 10,  
5 inclusive, authorized, participated in, consented to, and otherwise ratified the  
6 actions and omissions of the named Counterdefendants.

7 8. Counterclaimant is informed and believes and thereon allege that at all  
8 times relevant to the facts and circumstances of this Counterclaim, each of the  
9 Counterdefendants was the subsidiary, parent, agent, principal, manager, officer,  
10 director, instrument, alter ego, franchisee, franchisor, employee, employer, master,  
11 servant, partner, co-conspirator, and/or successor or predecessor in interest of the  
12 other Counterdefendants, and in committing the acts and omissions hereinafter  
13 alleged, was acting within the scope of such agency, management, instrumentality,  
14 office, directorship, employment, franchise, servitude, partnership, conspiracy, or  
15 interest, and with the consent of his, her, or its Counterdefendants.

### 16 **JURISDICTION**

17 9. This is a civil action seeking damages and injunctive relief for  
18 copyright infringement under the Copyright Act of the United States, 17 U.S.C. §  
19 101 et seq.

20 10. his Court has subject matter jurisdiction over this copyright  
21 infringement action pursuant to 28 U.S.C. §§ 1331 and 1338(a). The Court has  
22 supplemental jurisdiction over Plaintiffs' state law claims under 28 U.S.C § 1367.

23 11. This Court has personal jurisdiction over Counterdefendants because,  
24 among other things, Counterclaimants Yellowcake and Colonize maintain offices  
25 and do business in this District. Counterdefendant Hernandez also does business  
26 and resides in the Eastern District. Also, a substantial part of the acts of  
27 infringement complained of herein have occurred in the State of California and in  
28 this District, and/or Counterdefendants have caused injury to Counterclaimant in

### **COUNTERCLAIM**

1 the State of California and in this District.

2 12. Venue is proper in this District pursuant to 28 U.S.C. §§ 1391(c) and  
3 1400(a) in that in this District pursuant to 28 U.S.C. §§ 1391(c) and 1400(a) for the  
4 reasons set forth above in Paragraph 9. Additionally, this Counterclaim is  
5 compulsory based on the filing of the action entitled Yellowcake, Inc. v. Hyphy  
6 Music, Inc., Case No. 1:20-CV-00988-DAD-BAM.

7 **GENERAL ALLEGATIONS**

8 13. Counterclaimant repeats and realleges every allegation contained in  
9 paragraphs 1 through 12 as if fully set forth herein.

10 14. Counterclaimant Hyphy Music is a record label which is in the  
11 business of producing, manufacturing, distributing, exploiting, selling, and  
12 licensing sound and audiovisual recordings and artwork in the United States.

13 15. Counterdefendant Chavez is the founder and principal of a musical  
14 group by the name of Los Originales De San Juan. Los Originales De San Juan is a  
15 popular musical group in the area of Spanish-language Regional Mexican music.

16 16. On February 2013, Counterclaimant Hyphy Music entered into an oral  
17 exclusive recording agreements with Jesus Chavez (hereinafter, “Agreement”)  
18 whereby Counterclaimant commissioned Chavez, for a period of five (5) years, to  
19 exclusively provide services as a recording artist in the making of sound and  
20 audiovisual recordings embodied in albums (hereinafter, “Los Originales  
21 Albums”). Pursuant to the Agreement, Counterclaimant agreed to: 1) select the  
22 musical compositions to be recorded on the Los Originales Albums; 2) commission  
23 and/or provide the sound engineers and audiovisual directors; 2) produce the  
24 musical performances to be embodied on the Los Originales Albums; 3) direct the  
25 recording and filming of musical and the audiovisual performances to be embodied  
26 on the Los Originales Albums; and 4) pay Chavez a fixed amount per Los  
27 Originales Album. In turn, Chavez agreed to follow Hyphy’s artistic direction,  
28 perform and record the sound and audiovisual recordings embodying the musical  
compositions chosen and produced by Hyphy Music, as well as to grant

1 Counterclaimant the non-exclusive right to utilize Counterdefendant Chavez's  
2 name and likeness as well as his musical group's name in connection with the  
3 exploitation of the Los Originales Albums in perpetuity. In consideration for the  
4 services provided and payment thereto, Chavez agreed that Counterclaimant would  
5 be the owner of all title, right, and interest in and to the Los Originales Albums  
6 (including without limitation the copyrights and any extensions and renewals  
7 thereto) from the inception of the creation of each Los Originales Album.

8 17. In reliance on the above Agreement, in addition to commissioning  
9 Counterdefendant Chavez to perform the musical performances embodied on the  
10 Masters and paying Chavez for all right title and interest in the Los Originales  
11 Albums, Counterclaimant contributed sufficient original authorship in the creation  
12 of the Los Originales Albums by selecting the musical compositions,  
13 commissioning and directing engineers and directors and/or providing the services  
14 itself, directing the recording and filming of the musical and audiovisual  
15 performances to be embodied on the Los Originales Albums and producing the Los  
16 Originales Albums. In doing so, Counterclaimant contributed sufficient originality  
17 to these works so as to make Counterclaimant, at minimum, the co-author, co-  
18 owner, and joint owner of the works under the Copyright Act.

19 18. Counterclaimant also produced, created and designed the album cover  
20 art associated with the Los Originales Albums. This included, without limitation,  
21 Counterclaimant locating and scouting locations where the album cover photos  
22 were taken, hiring the photographer(s), designing sets/ props, assisting in  
23 wardrobe, and providing graphic design work (hereinafter, "Los Originales Cover  
24 Art").

25 19. Counterclaimant has also registered the copyrights in the Los  
26 Originales Albums, including the cover art. The copyright registration numbers  
27 associated with each of the Los Originales Albums are set forth in Exhibit A.  
28 Counterclaimant also registered the copyrights in the Los Originales Cover Art.

1 True and accurate copies of the Los Originales Cover Art and their corresponding  
2 copyright registration numbers are set forth in Exhibit B.

3 20. Accordingly, Counterclaimant is the exclusive copyright owner of the  
4 Los Originales Albums and Los Originales Cover Art.

5 21. On April 2019, Counterdefendant Hernandez had a meeting with  
6 Counterdefendant Chavez in the County of Fresno wherein he expressed his  
7 interest in exploiting the Los Originales Albums. Counterclaimant is informed and  
8 believes that at that time, Counterdefendant Chavez advised Counterdefendant  
9 Hernandez that he had entered into a contract with Counterclaimant and that  
10 Counterclaimant was the owner of the Los Originales Albums.

11 22. Counterdefendant Hernandez intentionally and willfully misled  
12 Counterdefendant Chavez when he wrongfully and mistakenly told him that  
13 Counterclaimant had no rights to the Los Originales Albums, was free to sell the  
14 subject works to Hernandez's companies, Yellowcake and Colonize, and offered  
15 Chavez a significant sum of money to purportedly purchase the rights in the Los  
16 Originales Albums. Counterdefendant further induced Counterdefendant Chavez to  
17 to ignore his contractual obligations to Counterclaimant by promising to to  
18 indemnify Chavez in the event Counterclaimant sought legal redress from Chavez.  
19 Counterdefendant Hernandez engaged in this conduct, both individually and in his  
20 capacity as a principal of Counterdefendants Yellowcake and Colonize, in in an  
21 effort to disrupt the contractual relations between Counterclaimant and  
22 Counterdefendant Chavez.

23 23. As a result thereof, Counterdefendant Chavez purportedly entered into  
24 an agreement with Counterdefendant Yellowcake whereby in exchange for these  
25 monies and promises, he wrongfully transferred his ownership and rights in the  
26 Los Originales Albums and Cover Art to Counterdefendant Yellowcake. At the  
27 time he entered into said agreement with Counterdefendant Yellowcake, Chavez  
28 had no such rights to grant.

COUNTERCLAIM

1           24. On May and/or June 2019, Counterclaimant discovered that  
2 Counterdefendant Yellowcake and Colonize had created or caused to be created  
3 derivative works of the Los Originales Albums and Cover Art, and was  
4 distributing, selling, and commercially exploiting these derivative works via such  
5 online platforms as iTunes, Apple Music, Spotify, Amazon Music and YouTube,  
6 without Counterclaimant's authorization. Counterclaimant is informed and  
7 believes and thereon alleges that Counterdefendants Yellowcake and Colonize  
8 uploaded derivative works of the Los Originales Albums and Cover Art on  
9 YouTube.

10           25. On May and June 2020, Counterclaimant first learned that  
11 Counterdefendant Yellowcake was unlawfully claiming ownership in the masters  
12 and sound recordings embodied in the Los Originales Albums when it sent  
13 correspondence to Counterclaimant. These infringing works have previously been  
14 included in Exhibit A to Plaintiff Yellowcake's Complaint. As set forth above,  
15 Counterclaimant had previously purchased ownership in the masters, sound  
16 recordings, and cover art associated with the Los Originales Albums.

17           26. In addition, Counterdefendants Yellowcake and Colonize are also  
18 commercially exploiting the Los Originales Cover Art which Counterclaimant  
19 created, designed, and owns the copyrights in. The only modification to the cover  
20 art being distributed, displayed, and exploited over streaming platforms by  
21 Counterdefendants Yellowcake and Colonize that they have removed the logos  
22 belonging to Hyphy Music and instead substituted their respective logos. Aside  
23 from this substitution of these logos, Counterdefendants' Album Cover Art is  
24 identical to Counterclaimant's.

25           27. Counterdefendants Yellowcake and Colonize have no direct license  
26 from Counterclaimants for the use of the Los Originales Albums and Cover Art.  
27 Accordingly, Counterdefendants do not currently possess any license or authority,  
28 nor do they pay any royalties for their ongoing reproduction, and/or display of the

1 Los Originales Album and Cover Art.

2 28. Counterdefendant Colonize and Yellowcake also sent fraudulent  
3 DMCA takedown notices to YouTube falsely claiming that Counterclaimant had  
4 no right to post or upload the Los Originales Albums and Cover Art. Prior to that  
5 time, Counterclaimant had received significant revenue from YouTube and its  
6 uploads provided an important and lucrative marketing channel for the Los  
7 Originales Albums and Cover Art.

8 29. To date, Counterdefendants' uploads of the Los Originales Albums  
9 and Cover Art which are rightfully owned by Plaintiff have generated substantial  
10 views on their respective YouTube channels. Counterclaimant is also informed and  
11 believes and thereon alleges that Counterdefendants have generated significant  
12 sums of monies from their unlawful distribution, licensing, and commercial  
13 exploitation of the Los Originales Albums and Cover Art.

14 30. Counterdefendants' use of Counterclaimant's copyrighted materials is  
15 a blatant violation of Plaintiffs' rights under federal copyright law and California  
16 law.

17 **FIRST CLAIM FOR RELIEF**

18 **Direct Infringement of Plaintiffs' Rights Under 17 U.S.C. § 101 et seq. as to**  
19 **the Los Originales Albums**

20 **(Against Counterdefendants Yellowcake and Colonize)**

21 31. Counterclaimants repeat and reallege every allegation contained in  
22 paragraphs 1 through 30 as if fully set forth herein.

23 32. This claim for relief arises under 17 U.S.C. § 501.

24 33. At all times relevant, Counterclaimant has owned the Los Originales  
25 Albums and Los Originales Cover Art and has been the owner of the exclusive  
26 rights provided under 17 U.S.C. § 106.

27 34. Counterclaimants' copyrighted works in the Los Originales Albums  
28 are sound and audiovisual recordings and are original works of authorship

**COUNTERCLAIM**

1 constituting copyrightable subject matter within the meaning of 17 U.S.C. § 102.

2 35. Without authorization or compensation, Counterdefendants  
3 Yellowcake and Colonize are willfully and unlawfully reproducing, displaying,  
4 and/or publicly performing the Los Originales Albums in violation of 17 U.S.C. §§  
5 106 and 501.

6 36. These unauthorized reproductions, public performances and/or  
7 displays are distributed, uploaded, and exploited by Counterdefendants on such  
8 streaming services as Spotify, Apple iTunes, Apple Music Pandora, as well as  
9 YouTube. In the case of the Los Originales Cover Art, Counterdefendants  
10 reproduced such works and made them available without Counterclaimant's  
11 permission and/or license.

12 37. Counterdefendants' infringement of Counterclaimants' rights in each  
13 of the Los Originales Albums constitutes a separate and distinct act of  
14 infringement.

15 38. Counterdefendants' acts of infringement are knowing, willful and  
16 intentional and in disregard of and indifference to Counterclaimants' rights. As set  
17 forth above, Counterdefendants' were aware of Counterclaimant's claim of  
18 ownership in the Los Originales Albums.

19 39. As a direct and proximate result of Counterdefendants' infringement  
20 of Counterclaimants' copyrights and exclusive rights under copyright,  
21 Counterclaimants are entitled to maximum statutory damages pursuant to 17  
22 U.S.C. Section 504(c) in the amount of \$150,000 with respect to each work  
23 infringed, or such other amounts as may be proper under 17 U.S.C. Section 504(c).  
24 Alternatively, at Counterclaimants election, pursuant to 17 U.S.C. Section 504(b),  
25 Counterclaimant is entitled to its actual damages, including Counterdefendant's  
26 profits from the infringement, as will be proven at trial.

27 40. Counterdefendants' conduct is causing and, unless enjoined by this  
28 Court, will continue to cause Counterclaimant great and irreparable injury that

1 cannot be fully compensated or measured in money damages. Counterclaimant has  
2 no adequate remedy at law. Accordingly, Counterclaimant is entitled to a  
3 permanent injunction prohibiting infringement of Counterclaimant's copyrights  
4 and exclusive rights under copyright pursuant to 17 U.S.C. § 502.

5 41. Counterclaimant is entitled to its costs and reasonable attorneys' fees  
6 pursuant to 17 U.S.C. Section 505.

## 7 **SECOND CLAIM FOR RELIEF**

### 8 **Direct Infringement of Plaintiffs' Rights Under 17 U.S.C. § 101 et seq. as to** 9 **the Los Originales Cover Art**

#### 10 **(Against Counterdefendants Yellowcake and Colonize)**

11 42. Counterclaimants repeat and reallege every allegation contained in  
12 paragraphs 1 through 41 as if fully set forth herein.

13 43. This claim for relief arises under 17 U.S.C. § 501.

14 44. At all times relevant, Counterclaimant has owned the Los Originales  
15 Cover Art and has been the owner of the exclusive rights provided under 17 U.S.C.  
16 § 106.

17 45. Counterclaimants' copyrighted works in the Los Originales Albums  
18 and Visual Art are sound and audiovisual recordings and are original works of  
19 authorship constituting copyrightable subject matter within the meaning of 17  
20 U.S.C. § 102.

21 46. Without authorization or compensation, Counterdefendants  
22 Yellowcake and Colonize are willfully and unlawfully reproducing, exploiting, and  
23 displaying the Los Originales Cover Art in violation of 17 U.S.C. §§ 106 and 501.

24 47. Based on information and belief, it was Counterdefendants  
25 Yellowcake and Colonize that determined what cover art should accompany a  
26 stream of a sound recording, and selected the cover art to be displayed. The cover  
27 art which Counterdefendants Yellowcake and Colonize are displaying, exploiting,  
28 and reproducing is identical to the Los Originales Cover Art, with the minor

1 exception that Counterdefendants have replaced Counterclaimant's logo with their  
2 own logo.

3 48. Counterdefendants' infringement of Counterclaimants' rights in each  
4 of the Los Originales Cover Art constitutes a separate and distinct act of  
5 infringement.

6 49. Counterdefendants' acts of infringement are knowing, willful and  
7 intentional and in disregard of and indifference to Counterclaimants' rights. As set  
8 forth above, Counterdefendants' were aware of Counterclaimant's claim of  
9 ownership in the Los Originales Cover Art.

10 50. As a direct and proximate result of Counterdefendants' infringement  
11 of Counterclaimants' copyrights and exclusive rights under copyright,  
12 Counterclaimants are entitled to maximum statutory damages pursuant to 17  
13 U.S.C. Section 504(c) in the amount of \$150,000 with respect to each work  
14 infringed, or such other amounts as may be proper under 17 U.S.C. Section 504(c).

15 51. Counterdefendants' conduct is causing and, unless enjoined by this  
16 Court, will continue to cause Counterclaimant great and irreparable injury that  
17 cannot be fully compensated or measured in money damages. Counterclaimant has  
18 no adequate remedy at law. Accordingly, Counterclaimant is entitled to a  
19 permanent injunction prohibiting infringement of Counterclaimant's copyrights  
20 and exclusive rights under copyright pursuant to 17 U.S.C. § 502.

21 52. Counterclaimant is entitled to its costs and reasonable attorneys' fees  
22 pursuant to 17 U.S.C. Section 505.

### 23 **THIRD CLAIM FOR RELIEF**

#### 24 **Temporary, Permanent, and Injunctive Relief** 25 **(Against Counterdefendants Yellowcake and Colonize)**

26 53. Counterclaimant realleges and incorporates by references the  
27 allegations set forth in Paragraphs 1 through 52, inclusive, and incorporates them  
28 by reference as though fully set forth herein.

1           54. The continuing wrongful acts of Counterdefendants have harmed and  
2 continues to harm the interest of Counterclaimant and as a result, Counterclaimant  
3 has sustained and will continue to sustain substantial injury and damage to its  
4 ownership rights in the Los Originales Albums and Los Originales Cover Art.  
5 Unless enjoined, Counterclaimant will suffer irreparable harm for which there is no  
6 adequate remedy at law. As such, Counterclaimant seeks injunctive relief  
7 prohibiting Counterdefendants from engaging in further infringement and ordering  
8 Counterdefendants to destroy any and all copies of infringing work pursuant to 17  
9 U.S.C. §§ 502 and 503.

#### 10                           **FOURTH CLAIM FOR RELIEF**

##### 11                   **Intentional Interference with Prospective Business Advantage** 12                   **(Against Counterdefendants Yellowcake and Colonize)**

13           55. Counterclaimant repeats, re-alleges and incorporates by reference in  
14 this paragraph the allegations set forth in Paragraphs 1 through 53, inclusive, and  
15 incorporates them by reference as though set forth fully herein.

16           56. Counterclaimant was in an economic relationship with YouTube that,  
17 if not impeded by Counterdefendants, would have resulted in an economic benefit  
18 to Counterclaimant; specifically, by uploading and commercially exploiting the  
19 Los Originales Albums and Los Originales Cover Art which generated substantial  
20 views. Advertisements would be placed on Plaintiff's videos embodying the Los  
21 Originales Masters and Cover Art. The revenue derived from these advertisements  
22 would be shared between YouTube and Plaintiff.

23           57. Counterdefendants knew of this economic relationship between  
24 Counterclaimants and YouTube and intended to disrupt it. Counterdefendants  
25 engaged in wrongful conduct by, among other things, sending fraudulent DMCA  
26 takedown notices to YouTube. In doing so, Counterdefendants knew that their  
27 actions were substantially likely to result in interference with Counterclaimant's  
28 economic relationship with YouTube.

**COUNTERCLAIM**

58. Counterclaimant's relationship with YouTube with regard to their video channels was disrupted when YouTube agreed to block Counterclaimant's posting of videos in their YouTube channels and to cease payments of advertising revenues to Plaintiff for advertisements placed on Counterclaimant's videos embodying the Los Originales Masters and Los Originales Cover Art. This deprived Counterclaimants of the revenue that would have earned through the placement of advertisements on Counterclaimant's videos. As such, Counterclaimants were damaged as a result of the disruption of this relationship in an amount to be proven at trial. Counterdefendant's wrongful conduct was a substantial factor in causing this harm to Counterclaimant.

59. As such, Counterclaimants have been damages by Counterdefendants and each of them with Counterclaimant's economic relations in an amount to be determined.

## **FIFTH CLAIM FOR RELIEF**

### **Intentional Interference with Contractual Relations**

#### **(Against Counterdefendants Hernandez, Yellowcake, and Colonize)**

60. Counterclaimant repeats, re-alleges and incorporates by reference in this paragraph the allegations set forth in Paragraphs 1 through 59, inclusive, and incorporate them by reference as though set forth fully herein.

61. Counterdefendant Hernandez is a principal of Counterdefendants Yellowcake and Colonize.

62. On April 2019, Counterdefendant Hernandez had a meeting with Counterdefendant Chavez in the County of Fresno wherein he expressed his interest in exploiting the Los Originales Albums. Counterclaimant is informed and believes that at that time, Counterdefendant Chavez advised Counterdefendant Hernandez that Counterclaimant was the owner of the Los Originales Albums.

63. Counterdefendant Hernandez intentionally and willfully misled Counterdefendant Chavez when he wrongfully and mistakenly told him that

Counterclaimant had no rights to the Los Originales Albums, was free to sell the subject works to Hernandez's companies, Yellowcake and Colonize, and offered Chavez a significant sum of money to purportedly purchase the rights in the Los Originales Albums. Counterdefendant Hernandez further induced Counterdefendant Chavez to ignore his contractual obligations to Counterclaimant by promising to indemnify Chavez in the event Counterclaimant sought legal redress from Chavez. Counterdefendant Hernandez engaged in this conduct, both individually and in his capacity as a principal of Counterdefendants Yellowcake and Colonize, in an effort to disrupt the contractual relations between Counterclaimant and Counterdefendant Chavez.

64. As a result thereof, Counterdefendant Chavez purportedly entered into an agreement with Counterdefendant Yellowcake whereby in exchange for these monies and promises, he wrongfully transferred his ownership and rights in the Los Originales Albums and Cover Art to Counterdefendant Yellowcake. At the time he entered into said agreement with Counterdefendant Yellowcake, Chavez had no such rights to grant.

65. Counterclaimant has now been harmed by Counterdefendants' interference with its Agreement with Chavez. Counterdefendants' conduct was a substantial factor in causing the harm.

66. Counterclaimant's damages will be determined in an amount according to proof at time of trial.

### **SIXTH CLAIM FOR RELIEF**

#### **Unfair Competition Under California Business and Professions Code § 17200**

##### **Against all Counterdefendants Yellowcake, Colonize, and Hernandez**

67. Counterclaimant repeats and realleges every allegation contained in paragraphs 1 through 66 as if fully set forth herein.

68. Without authorization, Counterdefendants Yellowcake and Colonize

**COUNTERCLAIM**

1 are reproducing and performing, or benefitting financially from, aiding,  
2 encouraging, enabling, inducing, causing, materially contributing to, or otherwise  
3 facilitating the reproduction and performance of Counterclaimant's statutory and  
4 common law rights in the Los Originales Albums and Cover Art and have engaged  
5 in common law misappropriation. Counterdefendant Hernandez also induced  
6 Chavez to breach his agreement with Counterclaimant, in order to purportedly  
7 obtain rights which Chavez had no right to give.

8 69. Counterdefendants' conduct as alleged herein constitutes an unfair  
9 method of competition and/or an unfair, unlawful, or deceptive practice within the  
10 meaning of Section 17200 of the California Business and Professions Code that  
11 has caused, and continues to cause, irreparable injury to Plaintiffs' business,  
12 goodwill and reputation.

13 70. Counterdefendants' actions, if not enjoined, will continue. Plaintiffs  
14 have no adequate remedy at law and are entitled to permanent injunctive relief.

15 71. As a result of Counterdefendants' unfair, unlawful or deceptive  
16 practices as set forth herein, Counterclaimant has suffered damage and is entitled  
17 to restitution in such amounts as will be proven at trial.

## 18 **SEVENTH CLAIM FOR RELIEF**

### 19 **Conversion**

#### 20 **(Against Counterdefendant Yellowcake)**

21 72. Counterclaimant repeats and reallege every allegation contained in  
22 paragraphs 1 through 71 as if fully set forth herein.

23 73. Counterclaimant owns the master recordings embodying the musical  
24 performances contained in the Los Originales Albums (hereinafter, "Masters").

25 74. Counterdefendant Yellowcake intentionally interfered with  
26 Counterclaimant's ownership and rights in the Masters by claiming ownership in  
27 such property, exercising dominion in such property, exploiting such property, and  
28 interfering with Counterclaimants' ability to commercially exploit such property.

## **COUNTERCLAIM**

1 Counterdefendant's use and exploitation of the Masters was done without the  
2 consent of Counterclaimant.

3 75. As a result, Counterclaimant has been harmed and Counterdefendant's  
4 conduct was a substantial factor in causing Counterclaimant's harm, the amount  
5 which will be proven at time of trial.

6 **EIGHTH CLAIM FOR RELIEF**

7 **Breach of Oral Contract**

8 **(Against Counterdefendant Jesus Chavez Sr.)**

9 76. Counterclaimant repeats, re-alleges and incorporates by reference in  
10 this paragraph the allegations set forth in Paragraphs 1 through 75, inclusive, and  
11 incorporate them by reference as though set forth fully herein.

12 77. Counterdefendant Chavez is the founder and principal of a musical  
13 group by the name of Los Originales De San Juan. Los Originales De San Juan is a  
14 popular musical group in the genre of Spanish-language Regional Mexican music.

15 78. On February 2013, Counterclaimant Hyphy Music entered into an oral  
16 exclusive recording agreements with Jesus Chavez (hereinafter, "Agreement")  
17 whereby Counterclaimant commissioned Chavez, for a period of five (5) years, to  
18 exclusively provide services as a recording artist in the making of sound and  
19 audiovisual recordings embodied in albums (hereinafter, "Los Originales  
20 Albums"). Pursuant to the Agreement, Counterclaimant agreed to: 1) select the  
21 musical compositions to be recorded on the Los Originales Albums; 2) commission  
22 and/or provide the sound engineers and audiovisual directors; 2) produce the  
23 musical performances to be embodied on the Los Originales Albums; 3) direct the  
24 recording and filming of musical and the audiovisual performances to be embodied  
25 on the Los Originales Albums; and 4) pay Chavez a fixed amount per Los  
26 Originales Album. In turn, Chavez agreed to follow Hyphy's artistic direction,  
27 perform and record the sound and audiovisual recordings embodying the musical  
28 compositions chosen and produced by Hyphy Music, as well as to grant

Counterclaimant the non-exclusive right to utilize Counterdefendant Chavez's name and likeness as well as his musical group's name in connection with the exploitation of the Los Originales Albums in perpetuity. In consideration for the services provided and payment thereto, Chavez agreed that Counterclaimant would be the owner of all title, right, and interest in and to the Los Originales Albums (including without limitation the copyrights and any extensions and renewals thereto) from the inception of the creation of each Los Originales Album.

79. On April 2019, Counterdefendant Chavez, breached the agreement by without limitation, purportedly transferring, licensing, selling, and/or authorizing Counterdefendants Yellowcake and Colonize to exploit the Los Originales Albums and Visual Art.

80. As a proximate result of Counterdefendant Chavez's breach, Counterclaimant has been damaged in an amount to be proven at trial, but which is believed to exceed \$1,000,000.00.

### **PRAYER FOR RELIEF**

WHEREFORE, Counterclaimant prays for judgment as follows:

#### **ON THE FIRST AND SECOND CLAIMS FOR RELIEF**

1. For actual or statutory damages for each of the Los Originales Albums and Los Originales Cover Art infringed upon pursuant to 17 U.S.C. §504, in an amount that is believed to exceed \$1,000,000.00

2. For damages in such amount as may be found, and requiring Defendants to account for and pay over to Plaintiff all profits derived from all acts of copyright infringement; alternatively, for statutory damages in the amount of \$150,000 with respect to each copyright work involved in the action, for all infringements with respect to the copyrighted work concerned, or for such other amount as may be proper pursuant to 17 U.S.C. § 504(c).

3. For Counterclaimant's reasonable attorney's fees and costs.

4. For such other relief as the Court deems just and proper.

### **COUNTERCLAIM**

**ON THE THIRD CLAIM FOR RELIEF**

For a temporary, preliminary and permanent injunction enjoining Counterdefendants, and each of them and their agents, servants, employees and co-venturers, and all persons in active concert or participation with them who receive actual notice of the order by personal service or otherwise, from engaging in or performing any of the following acts:

1. Commercially exploiting, displaying, reproducing, licensing, selling, distributing, or uploading the Los Originales Albums set forth in Exhibit A and works defined and/or described by Yellowcake in its Complaint as “Yellowcake’s Copyrighted Works”. In furtherance thereof, Counterdefendants shall not upload any of the Los Originales Albums or works defined and/or described as “Yellowcake’s Copyrighted Works” onto any streaming platform including without limitation, YouTube, Spotify, iTunes, Apple Music, Spotify, or Amazon Music.

2. Commercially exploiting, displaying, reproducing, licensing, selling, distributing, or uploading the Los Originales Cover Art set forth in Exhibit B. In furtherance thereof, Counterdefendants shall not upload any of the Los Originales Cover Art onto any streaming platform including without limitation, YouTube, Spotify, iTunes, Apple Music, Spotify, or Amazon Music.

3. The Court shall also order Countedefendants to remove from the Internet and any and all online platforms any of the Los Originales Albums which Counterdefendants are presently exploiting, distributing, licensing, or selling. This includes removing all works described by Yellowcake in its Complaint as “Yellowcake’s Copyrighted Works”.

3. The Court shall also order Counterdefendants to reverse the strikes associated with any DMCA takedown notices as to the Los Originales Albums.

4. The Court shall order Counterdefendants to destroy all copies of the Los Originales Albums or works defined and/or described by Yellowcake in its

1 Complaint as “Yellowcake’s Copyrighted Works” that Counterdefendants have  
2 downloaded, uploaded, stored, or maintained in any way.

3 5. The Court shall order Counterdefendants from engaging in any other  
4 activity constituting an infringement of Counterclaimants’ Los Originales Albums  
5 and Cover Art.

6 6. For Counterdefendants’ profits from its infringement in an amount  
7 according to proof.

8 7. For actual damages in an amount according to proof.

9 8. For Counterclaimant’s reasonable attorneys fee and costs.

10 9. For such other relief as the Court deems just and proper.

11 **ON THE FOURTH CLAIM FOR RELIEF**

12 1. For actual and compensatory damages in an amount in excess of One  
13 Million Dollars (\$1,000,000.00).

14 2. For exemplary or punitive damages in an amount according to proof.

15 **ON THE FIFTH CLAIM FOR RELIEF**

16 1. For actual and compensatory damages in an amount according to  
17 proof.

18 2. For exemplary or punitive damages in an amount according to proof.

19 **ON THE SIXTH CLAIM FOR RELIEF**

20 1. For actual and compensatory damages according to proof, and to pay  
21 statutory damages, and restitution

22 **ON THE SEVENTH CLAIM FOR RELIEF**

23 1. For actual and compensatory damages in an amount not less than  
24 \$1,000,000.00

25 2. For punitive damages.

26 **ON THE EIGHTH CLAIM FOR RELIEF**

27 1. For actual damages in an amount according to proof, but not less than  
28 \$1,000,000.00

**ON ALL CLAIM FOR RELIEF**

1. For all costs of suit herein.
2. For such other relief as the Court deems just and proper.

Dated: August 19, 2020

LAW OFFICES LOPEZ & ASSOCIATES


By: /s/ Anthony R. Lopez  
Anthony R. Lopez, Attorney for  
Counterclaimant -Defendant

**DEMAND FOR JURY TRIAL**

Counterclaimant hereby demands a trial by jury.

Dated: August 10, 2020

LAW OFFICES LOPEZ & ASSOCIATES

  
\_\_\_\_\_  
Anthony R. Lopez, Esq. Attorneys  
for the Counterclaimant

**COUNTERCLAIM**

**EXHIBIT “A”**  
**LOS ORIGINALES ALBUMS**  
**Sound Recording**

1. **Los Originales de San Juan- El Campesino-  
SR 0000810777**
2. **Los Originales de San Juan- Corridos de Poca M...-  
SR 0000869114**
3. **Los Originales de San Juan- En Vivo Desde La Cantina de Mi  
Barrio – SR 0000820139**
4. **Los Originales de San Juan- Nuestra Historia En Vivo-  
SR 0000876925**

**AUDIOVISUAL WORKS**  
**Motion Picture DVDs**

1. **Los Originales de San Juan - Desde La Cantina de Mi Barrio –  
PA 0002117425**
2. **Los Originales de San Juan- Nuestra Histeria (En Vivo)-  
PA 0002251974**

**Music Videos**

1. **Los Originales De San Suan- El Cara de Chango (En Vivo) –  
PA 0002198824**
2. **Los Originales De San Juan- El Morralito (En Vivo)  
PA 0002204506)**

**LOS ORIGINALES  
COVER ART**

- 1. Los Originales de San Juan "En Vivo Desde la Cantina de Mi Barrio" - VA 0002204940**
- 2. Los Originales de San Juan "El Campesino" - VA 0002204942**
- 3. Los Originales de San Juan "Corridos de Poca M..." –  
VA 0002204354**
- 4. Los Originales de San Juan "Amigos y Contrarios" –  
VA 0002204356**
- 5. Los Originales de San Juan "Naci Con Suerte de Rey" –  
VA 0002204941**

**COUNTERCLAIM**

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that on August 19, 2020, I electronically filed the foregoing with the document with the Clerk of the Court using the CM/ECF filing system. I also certify that the foregoing document is being served this date on all counsel of record or pro se parties as follows:

THOMAS P. GRIFFIN, JR. Esq.  
HEFNER, STARK & MAROIS, LLP  
2150 RIVER PLAZA DRIVE, SUITE 450  
SACRAMENTO, CA 95833

SETH L. BERMAN, sq.  
ABRAMS, FENSTERMAN, FERNSTERMAN,  
EISMAN, FORMATO, FERRARA, WOLF &  
CARONE, LLP

In the manner specified, either via transmission of Notices of Electronic Filing generated by the CM/ECF system or in some other authorized manner for those counsel or parties who are not authorized to receive electronically Notices of Electronic Filing.

/s/ Anthony R. Lopez  
Anthony R. Lopez